H-3838.1			

## HOUSE BILL 2913

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State of Washington 57th Legislature 2002 Regular Session

By Representatives Sullivan, Haigh, Kirby, Lysen, Reardon, Simpson and Wood

Read first time 02/06/2002. Referred to Committee on Commerce & Labor.

- AN ACT Relating to lottery tickets; and amending RCW 67.70.110,
- 2 67.70.200, and 67.70.240.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 67.70.110 and 1982 2nd ex.s. c 7 s 11 are each amended 5 to read as follows:
- 6 A person shall not sell a ticket or share at a price greater than
- 7 ((that fixed by rule of the commission)) two dollars for one ticket or
- 8 <u>five dollars for three tickets</u>. No person other than a licensed
- 9 lottery sales agent shall sell lottery tickets, except that nothing in
- 10 this section prevents any person from giving lottery tickets or shares
- 11 to another as a gift.
- 12 **Sec. 2.** RCW 67.70.200 and 1987 c 511 s 9 are each amended to read
- 13 as follows:
- 14 (1)(a) The director, in his or her discretion, ((may)) will require
- 15 any or all lottery sales agents to deposit to the credit of the state
- 16 lottery account in banks designated by the state treasurer, ((all)) at
- 17 <u>least seventy-five percent of the</u> moneys received by such agents from
- 18 the sale of lottery tickets or shares((, less the amount, if any,)).

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- 1 (b) The amount not deposited into the state lottery account may be 2 retained as compensation for the sale of the tickets or shares, ((and)) 3 or deposited to the credit of the state lottery account.
- 4 (2) The director may require any or all lottery sales agents to file with the director or his or her designated agents, reports of 5 their receipts and transactions in the sale of lottery tickets in such 6 7 form and containing such information as ((he)) the director may 8 The director may make such arrangements for any person, 9 including a bank, to perform such functions, activities, or services in 10 connection with the operation of the lottery as he or she may deem advisable pursuant to this chapter and the rules of the commission, and 11 such functions, activities, or services shall constitute lawful 12 13 functions, activities, and services of such person.
- 14 **Sec. 3.** RCW 67.70.240 and 2001 c 3 s 4 (Initiative Measure No. 15 728) are each amended to read as follows:
- The moneys in the state lottery account shall be used only:
- 17 (1) For the payment of prizes to the holders of winning lottery 18 tickets or shares;
- (2) For purposes of funding K-12 education and reducing tuition costs at Washington institutions of higher education. However, this subsection applies only to moneys that are required to be deposited to the credit of the state lottery account in RCW 67.70.200(1)(a);
- 23 (3) For purposes of making deposits into the reserve account 24 created by RCW 67.70.250 and into the lottery administrative account 25 created by RCW 67.70.260;
- $((\frac{3}{1}))$  (4) For purposes of making deposits into the education 26 27 construction fund and student achievement fund created in RCW 43.135.045. For the transition period from July 1, 2001, until and 28 29 including June 30, 2002, fifty percent of the moneys not otherwise 30 obligated under this section shall be placed in the student achievement fund and fifty percent of these moneys shall be placed in the education 31 construction fund. On and after July 1, 2002, until June 30, 2004, 32 33 seventy-five percent of these moneys shall be placed in the student 34 achievement fund and twenty-five percent shall be placed in the education construction fund. On and after July 1, 2004, all deposits 35 36 not otherwise obligated under this section shall be placed in the 37 education construction fund. Moneys in the state lottery account 38 deposited in the education construction fund and the student

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1 achievement fund are included in "general state revenues" under RCW 2 39.42.070;

3 (((4))) (5) For distribution to a county for the purpose of paying the principal and interest payments on bonds issued by the county to 4 construct a baseball stadium, as defined in RCW 82.14.0485, including 5 reasonably necessary preconstruction costs. Three million dollars 6 7 shall be distributed under this subsection during calendar year 1996. 8 During subsequent years, such distributions shall equal the prior 9 year's distributions increased by four percent. Distributions under 10 this subsection shall cease when the bonds issued for the construction of the baseball stadium are retired, but not more than twenty years 11 after the tax under RCW 82.14.0485 is first imposed; 12

 $((\frac{5}{1}))$  (6) For distribution to the stadium and exhibition center 13 account, created in RCW 43.99N.060. Subject to the conditions of RCW 14 15 43.99N.070, six million dollars shall be distributed under this subsection during the calendar year 1998. During subsequent years, 16 such distribution shall equal the prior year's distributions increased 17 by four percent. No distribution may be made under this subsection 18 19 after December 31, 1999, unless the conditions for issuance of the bonds under RCW 43.99N.020(2) are met. Distributions under this 20 subsection shall cease when the bonds are retired, but not later than 21 December 31, 2020; 22

((+6))) (7) For the purchase and promotion of lottery games and game-related services; and

25  $((\frac{7}{1}))$  (8) For the payment of agent compensation.

The office of financial management shall require the allotment of all expenses paid from the account and shall report to the ways and means committees of the senate and house of representatives any changes in the allotments.

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